

Procurement and Contracts
900 SW Jackson, Room 102N
Topeka, KS 66612-1286



Phone: (785) 296-2376
Fax: (785) 296-7240
chris.howe@da.ks.gov
www.da.ks.gov/purch

Dennis R. Taylor, Secretary
Chris Howe, Director

Sam Brownback, Governor

AMENDMENT

Amendment Date: July 18, 2012

Amendment Number: 2

Contract ID: 10084

Procurement Officer: Constance S Schuessler
Telephone: 785/296-1171
E-Mail Address: connie.schuessler@da.ks.gov
Web Address: <http://da.ks.gov/purch>

Item: Hospital Utilization Review Services

Agency: Kansas Health Policy Authority
Location(s): Topeka, Kansas

Period of Contract: July 1, 2007 through June 30, 2013
With four (1) additional one (1) year periods

Contractor: KANSAS FOUNDATION FOR MEDICAL
2947 SW WANAMAKER DR STE A
TOPEKA KS 66614-4193

Toll Free Telephone: 800-432-0770
Telephone: 785-273-2552
Fax: 785-273-5130
FEIN: 48-0813222
SMART Vendor ID: 0000049303
Contact Person: Larry W. Pittman
lpitman@kfmc.org

Conditions:

Amendment Two is executed and on file in Procurement and Contracts. The amendment changes the compensation schedule and extends the contract for the period of July 1, 2012 continuing through June 30, 2013 for the first of five (5) Optional additional one-year renewal periods.



CONTRACT AWARD

Date of Award: June 6, 2007

Contract Number: 10084

PR Number: 014101

Replaces Contract: 30363

Procurement Officer: Constance S Schuessler
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E-Mail Address: connie.schuessler@da.ks.gov
Web Address: <http://da.ks.gov/purch>

Item: Hospital Utilization Review Services

Agency: Kansas Health Policy Authority
Location(s): Topeka, Kansas

Period of Contract: July 1, 2007 through June 30, 2013
With four (4) additional one (1) year periods

Contractor: Kansas Foundation for Medical Care, Inc.
2947 SW Wanamaker Drive
Topeka, Kansas 66614
Toll Free Telephone: 800-432-0770
Telephone: 785-273-2552
Fax: 785-273-5130
FEIN: 48-0813222
SMART Vendor ID: 0000049303
Contact Person: Larry W. Pittman
lpitman@kfmc.org

Prices: See Attached

Payment Terms: Net 30

Political Subdivisions: Pricing is **not** available to the political subdivisions of the State of Kansas.

Procurement Cards: Agencies **may not** use State of Kansas Business Procurement Card for purchases from this contract.

Administrative Fee: **No** Administrative Fee will be assessed against purchases from this contract.

**AMENDMENT TWO
BETWEEN
THE KANSAS DEPARTMENT OF HEALTH AND ENVIRONMENT
AND
THE KANSAS FOUNDATION FOR MEDICAL CARE, INC.
FOR
UTILIZATION REVIEW SERVICES**

The above referenced agreement was entered into by and between the Kansas Health Policy Authority, hereinafter referred to as KHPA and Kansas Foundation for Medical Care, Inc., hereinafter referred to as KFMC beginning July 1, 2009. Effective July 1, 2011 the KHPA was transferred to the Department of Health and Environment, as The Division of Health Care Finance, hereinafter referred to as ("KDHE-DHCF"), in accordance with Executive Reorganization Order No. 38, hereinafter referred to as "ERO No. 38," by Governor Sam Brownback on February 4, 2011. This agreement is hereby amended by agreement of the parties.

1. Contract Term:

The above referenced contract, dated July 1, 2009, and any subsequent addenda, shall be extended for the period commencing July 1, 2012, continuing through June 30, 2013, for the first of five (5) optional additional one-year renewal periods.

2. Compensation:

KFMC will perform the following retrospective and quality reviews for the period July 1, 2012 through June 30, 2013.

Retrospective Reviews:

Type of Review	Number of Reviews per year	Cost per review	Total Cost
Higher weighted DRGs	36	\$ 530.25	\$ 19,089.00
KU	2,359	\$ 57.00	\$ 134,463.00
Readmissions	599	\$ 238.00	\$ 142,562.00
ASC	480	\$ 45.00	\$ 21,600.00
Short stay	6,569	\$ 48.00	\$ 315,312.00
Day Outliers	386	\$ 116.00	\$ 44,776.00
Cost	1,239	\$ 122.00	\$ 151,158.00
Single Co morbidity/ Complication	2,413	\$ 73.00	\$ 176,149.00

Quality Reviews:

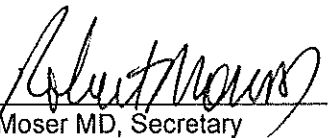
Type of Review	Number of Reviews per year	Cost per review	Total Cost
KU	2,359	\$ 46.00	\$ 108,514.00
ASC	480	\$ 46.00	\$ 22,080.00

Extension year one (1) total payments will be \$1,135,703 and monthly payments (1/12 of total annual payment amount) to Contractor, will be \$94,641.92.


3. Other:

The remaining terms and conditions of the above-referenced original agreement and any attachments and amendments thereto, shall remain in force and effect and binding on the parties hereto.

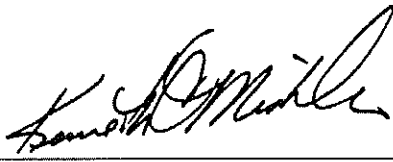
IN WITNESS WHEREOF, KFMC, KDHE, and the Director, Procurements and Contracts, hereto affix their signatures to the Amended Contract.


Robert Moser MD, Secretary
Kansas Dept of Health and
Environment

7/17/12
Date


Chris Howe, Director
Procurement and Contracts
Kansas Department of Administration

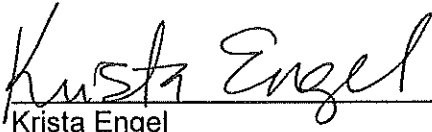
7/18/12
Date


Kenneth C. Mishler President and CEO
Kansas Foundation for Medical Care

05/29/12
Date

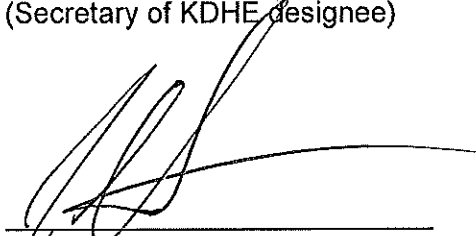
PROCUREMENT NEGOTIATING COMMITTEE ENDORSEMENT
KFMC CONTRACT #10084, AMENDMENT TWO

As a member of the Procurement Negotiation Committee (PNC) I acknowledge the necessity for and objectives of **contract Amendment Two** and endorse the amendment as written.



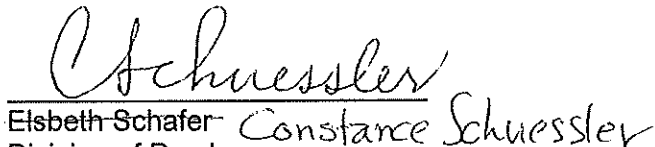
Krista Engel
Kansas Department of Health
And Environment (KDHE)
(Secretary of KDHE designee)

5/30/12
Date



Jason Osterhaus
Kansas Department of Health
And Environment (KDHE)
(Secretary of Administration designee)

5/30/12
Date


Elsbeth Schafer- Constance Schuessler
Division of Purchases
(Director of Purchases designee)

6/5/12
Date

Gary -
I need the
amendment
brought to me
for a signature
after you get the
vendor's signature.
C Schuessler



Landon State Office Building
900 SW Jackson Street, Room 900-N
Topeka, KS 66612

Department of Health
and Environment
Division of Health Care Finance

Phone: 785-296-3981
Fax: 785-296-4813
www.kdheks.gov/hcf/

Robert Moser, MD, Secretary

Sam Brownback, Governor

May 30, 2012

The Procurement Negotiating Committee
Request for Proposals/Contract #10084

re. Contract Amendment Number Two

For your review and endorsement, please find attached a copy Amendment Two to Contract #10084 with KFMC extending the contract term for the first of five additional optional one year periods.

Purpose of Amendment: To extend the Managed Care Organization Utilization review Contract for the first of five additional optional one year periods.

Term; New/Renewal: July 1, 2012 through June 30, 2013

Program Contact: Krista Engel

Justification: Required by law pursuant to section 1902 (a)(30)(A) thru (C) of the Social Security Act (Act) and 42 U.S.C. §1320c *et seq*

Cost: \$1,135,703 Funding is 75/25 step down

Please contact me at 296-0149, e-mail gcombs@kdheks.gov if you have any questions.

Gary Combs
Sr. Manager
Contracts and Fiscal Agent Operations

GC/gc
Encl. Amendment 2

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IN WITNESS WHEREOF, KFMC, KDHE, and the Director, Procurements and Contracts, hereto affix their signatures to the Amended Contract.

Robert Moser MD, Secretary
Kansas Dept of Health and
Environment

Date

Ken Mishler President and CEO
Kansas Foundation for Medical Care

Date

Chris Howe, Director
Procurement and Contracts
Kansas Department of Administration

Date